Department of Veterans Affairs

(d) Payment of pension, compensation or emergency officers' retirement pay to a veteran subject to the provisions of paragraph (b) of this section will be discontinued the last day of the month of admission or the last day of the month in which the veteran's estate equals or exceeds \$1,500, whichever is later. All or any part of the benefit not paid to the veteran may be apportioned for his or her dependent parents on the basis of need as determined by the Veterans Services Officer. If the veteran is not hospitalized by the Department of Veterans Affairs there may be paid out of any remaining amounts so much of the pension, compensation or emergency officers' retirement pay as equals the amount charged the veteran for his or her current care and maintenance in the institution in which the treatment or care is furnished, but not more than the amount determined to be the proper charge.

(Authority: 38 U.S.C. 5503)

- (e)(1) When the discontinuance of payments under this section results or would result in financial hardship for the veteran, discontinuance may be waived to avoid or reduce such hardship. Waiver of discontinuance under this paragraph may be granted more than once in any calendar year but may not exceed a total of 60 days in any calendar year.
- (2) The veteran, or any person or organization acting on the veteran's behalf, is authorized to request such waiver.
- (3) For purposes of this paragraph, financial hardship shall be held to exist for any month in which a veteran's liabilities during that month exceed the sum of the veteran's income and liquid assets during that month.
- (4) Waivers under this paragraph are not to be granted as an administrative expediency or where liquid assets are readily available to meet current expenses.

(Authority: 38 U.S.C. 5503)

[26 FR 1598, Feb. 24, 1961, as amended at 27 FR 7678, Aug. 3, 1962; 36 FR 25225, Dec. 30, 1971; 40 FR 45170, Oct. 1, 1975; 45 FR 64910, Oct. 1, 1980; 50 FR 50616, Dec. 11, 1985; 53 FR 23237, June 21, 1988]

CROSS REFERENCES: Veterans disability pension. See §3.454(c). Reductions and discontinuances; general. See §3.500. Reductions and discontinuances; veterans. See §3.501. Amounts withheld or not paid incompetent veteran. See §3.1007. Estate \$1,500. See §13.108 of this chapter. Determination of value of estate. See §13.109 of this chapter.

§ 3.558 Resumption and payment of withheld benefits; incompetents \$1,500 estate cases.

(a) Where payment has been discontinued by reason of §3.557(b), it will not be resumed during hospitalization except as provided in §3.557(e) or paragraph (b) of this section until proper notice has been received showing the estate is reduced to \$500 or less. Payments will not be made for any period prior to the date of which the estate was reduced to \$500 or less.

(Authority: 38 U.S.C. 5503)

- (b) Payments for the veteran will be resumed and apportionment awards discontinued under the applicable provisions of §3.556(a), (d), and (e) upon authorized absence from the hospital for 30 days or more or a regular or irregular discharge or release. Care and maintenance payments to an institution will not be made for any period the veteran is not receiving such care and maintenance.
- (c) Any amount not paid because of the provisions of §3.557(b), and any amount of compensation or retirement pay withheld pursuant to the provisions of §3.551(b) (and/or predecessor regulatory provisions) as it was constituted prior to August 1, 1972, and not previously paid because of the provisions of §3.557(b), will be awarded to the veteran if he or she is subsequently rated competent by VA for a period of not less than six months.

(Authority: 38 U.S.C. 5503)

[27 FR 7679, Aug. 3, 1962, as amended at 36 FR 25225, Dec. 30, 1971; 38 FR 34116, Dec. 11, 1973; 40 FR 45170, Oct. 1, 1975; 41 FR 18412, May 4, 1976; 50 FR 50617, Dec. 11, 1985; 58 FR 34224, June 24, 1993]

§ 3.559 Resumption—\$1,500 cases where estate includes chose in action.

(a) Where payments have been discontinued because of hospitalization and there exists only a claim against a